

Los Angeles Regional Water Quality Control Board 320 W Fourth St. Suite 200 Los Angeles, CA 90013 Attn: Joshua Cwikla

January 11, 2016

Re: Investigative Order NO. R4-2015-0476

Mr. Cwikla,

This letter is to certify that Vaca Energy, LLC does *not* operate any disposal ponds, sumps or pits at any of the leases the company owns and operate.

The fluids that are generated at our facilities is produced water and oil which is separated through a separation process. The oil is then trucked off and sold and the produced water goes into designated water tanks, to be disposed of by a waste disposal company. Our water tanks are identified by numbers. At Hunsucker the Tank No.'s are 87, 62, 63, 104, 23, 95, and 105. Our Lenox Tank No.'s W4, W5, W6

At both the Hunsucker and Lenox leases, the water is pulled from the produced water tanks by **Anterra Energy Services** and disposed of at their facility located at **1933 E. Wooley Rd. Oxnard, CA 93030**. There it is injected into their water disposal wells.

At our Hunter lease, our oil and water are separated in our wash tank. The oil spills over to the oil tank (Tk No. 96) and the water is sent to our waste water tank (Tank No. 97) From Tank 97 the water is injected into our water disposal well, Well No. McGrath #2, via our disposal pump.

I have attached our quarterly produced water and disposal report that I send in to the Division of Oil, Gas and Geothermal Resources. They are for the first three quarters of 2015 and have the volumes of produced water that we produce and Anterra disposes of for Vaca. Also the reports will show the volume of produced water that Vaca injects into our water disposal well at our Hunter lease.

As far as any drilling operations that occur at Vaca's leases, the drilling company will bring in their own tanks and are responsible for disposal of any drilling fluids. The last, and only well that was drilled for Vaca Energy, was M2 which is located on the Lenox lease. The name of the

company that drilled M2 and were responsible for the disposal of the drilling fluids is Krummrich Engineering Corp., 5925 Santa Susana Ct., Ventura, CA 93003.

If further information is needed, please contact me at 310-650-7734 or by email at ktighe@vacaenergy.com. I hope that the above information answers all the concerns of the Investigative Report.

Sincerely,

Kathleen Tighe

I, Michael Weaver, certify under penalty of law that I have personally examined and am familiar with the information submitted in this document and all attachments and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment.

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